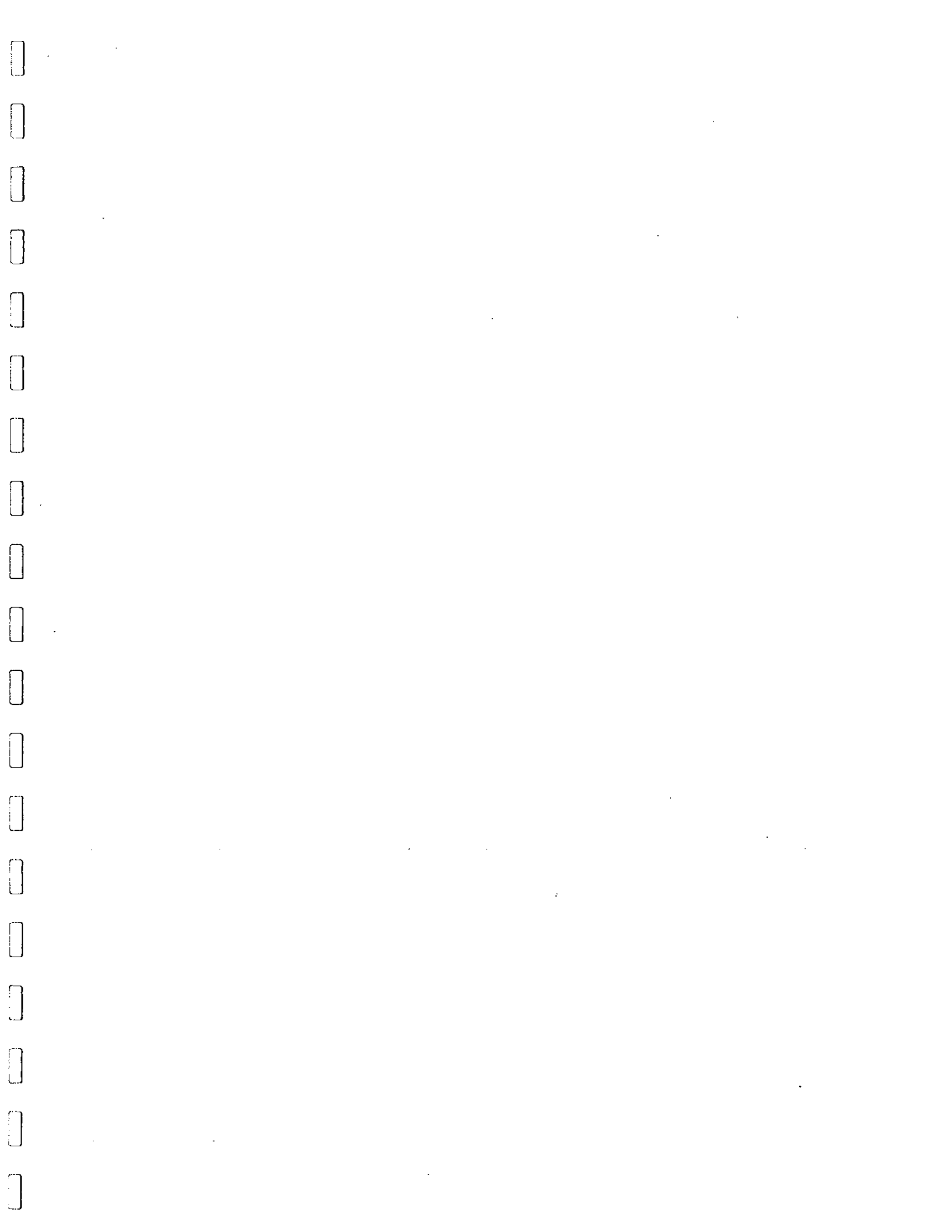


CITY OF AUBURN
AUBURN, NEBRASKA

COMBINED FINANCIAL STATEMENTS

SEPTEMBER 30, 2012



CITY OF AUBURN, NEBRASKA
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MASSMAN NELSON REINIG PC

Certified Public Accountants

13310 I Street | Omaha, Nebraska 68137

402 330 7099 Fax 402 330 0809

Michael L. Massman CPA
George E. Nelson CPA
James A. Reinig CPA

Keli D. Palfini CPA
Jason T. McGill CPA

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Auburn
Auburn, Nebraska

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the City of Auburn, Nebraska as of and for the year ended September 30, 2012, which collectively comprise the City's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the City of Auburn, Nebraska's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Management has not included the enterprise funds of the Auburn Board of Public Works in the City of Auburn, Nebraska's financial statements. Accounting principles generally accepted in the United States of America require the Auburn Board of Public Works to be presented as a major enterprise fund and financial information about the Auburn Board of Public Works to be part of the business-type activities, thus increasing that activity's assets, liabilities, revenues, and expenses, and changing its net assets. The amount by which this departure would affect the business-type activities and the omitted major fund is not reasonably determinable.

As discussed in Note 1, the City of Auburn, Nebraska, prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The financial statements referred to above include only the government of the City of Auburn, Nebraska, which consists of all funds, organizations, institutions, agencies, departments and offices that comprise the City's legal entity. The financial statements do not include financial data for the enterprise fund of the Auburn Board of Public Works, which the modified cash basis of accounting requires to be reported with the financial data of the City's government. As a result, the government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the City of Auburn, Nebraska as of September 30, 2012 and the changes in its financial position for the year then ended in conformity with the modified cash basis of accounting.

In our opinion, except for the effects of not including financial information for the Auburn Board of Public Works as part of the business-type activities, as described above, the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Auburn, Nebraska, as of September 30, 2012, and the respective changes in financial position - modified cash basis, thereof for the year then ended in conformity with the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 24, 2012 on our consideration of the City of Auburn, Nebraska's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 22 through 23 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Auburn, Nebraska's financial statements as a whole. The other supplementary information on pages 25 through 30 is presented for purposes of additional analysis and is not a required part of the financial statements. The other supplementary information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The City's management has elected to omit management's discussion and analysis from the basic financial statements. The management's discussion and analysis information is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America.

MASSMAN NELSON REINIG PC
Certified Public Accountants

Omaha, Nebraska
October 24, 2012

CITY OF AUBURN, NEBRASKA
COMBINED STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
SEPTEMBER 30, 2012

ASSETS

Current assets:	
Cash in bank	\$ 1,181,907
Certificates of deposit	350,320
Cash in custody of County Treasurer	84,307
Special assessments receivable	292,029
Payflex receivable	350
	<hr/>
Total current assets	1,908,913
	<hr/>
Noncurrent assets:	
Capital assets:	
Non-depreciable	407,023
Depreciable, net	5,647,811
Total noncurrent assets	<hr/>
	6,054,834
	<hr/>
Total assets	7,963,747

LIABILITIES

Current liabilities:	
Current portion long-term debt	291,651
Deferred revenue - special assessments	292,029
Total current liabilities	<hr/>
	583,680
	<hr/>
Noncurrent liabilities:	
Long-term debt, net	1,495,000
	<hr/>
Total liabilities	2,078,680

NET ASSETS

Invested in capital assets, net of related debt	4,268,183
Restricted for:	
Debt service	9,220
Community betterment	96,209
Unrestricted	<hr/>
	1,511,455
	<hr/>
Net assets	\$ 5,885,067

See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 667,996	\$ -	\$ 20,735	\$ -
Public health and safety	37,819	-	-	-
Public works	232,886	-	-	-
Culture - recreation	364,378	165,795	-	-
Debt service	57,153	-	-	-
Keno expenditures	34,965	-	-	-
CDBG program	261,589	-	-	-
Depreciation	291,870	-	-	-
Total governmental activities	1,948,656	165,795	20,735	-
General revenue:				
Taxes				641,109
Intergovernmental				645,662
Special assessments				55,415
Interest income				3,727
Keno proceeds				11,375
Local option sales tax				428,038
Licenses and permits				15,180
CDBG program				280,495
Community Redevelopment Authority - net				54,985
Miscellaneous				31,369
Total general revenue and transfers				2,167,355
Change in net assets				405,229
Net assets - beginning of year				5,479,838
Net assets - end of year				\$ 5,885,067

See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
COMBINED STATEMENT OF ASSETS, LIABILITIES, AND FUND EQUITY
PRIMARY GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
SEPTEMBER 30, 2012

ASSETS

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue Keno</u>	<u>Total</u>
Cash in bank	\$ 1,076,478	\$ 9,220	\$ 96,209	\$ 1,181,907
Certificates of deposit	350,320	-	-	350,320
Cash in custody of County Treasurer	84,307	-	-	84,307
Special assessments receivable	-	292,029	-	292,029
Payflex receivable	350	-	-	350
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 1,511,455</u>	<u>\$ 301,249</u>	<u>\$ 96,209</u>	<u>\$ 1,908,913</u>

LIABILITIES AND FUND EQUITY

Liabilities:				
Deferred revenue - special assessments	\$ -	\$ 292,029	\$ -	292,029
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>-</u>	<u>292,029</u>	<u>-</u>	<u>292,029</u>
Fund equity:				
Restricted for:				
Debt service	-	9,220	-	9,220
Community betterment	-	-	96,209	96,209
Unassigned	1,511,455	-	-	1,511,455
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund equity	<u>1,511,455</u>	<u>9,220</u>	<u>96,209</u>	<u>1,616,884</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund equity	<u>\$ 1,511,455</u>	<u>\$ 301,249</u>	<u>\$ 96,209</u>	<u>\$ 1,908,913</u>

See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
RECONCILIATION OF COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY -
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS - TO STATEMENT OF NET ASSETS
SEPTEMBER 30, 2012

Total fund balance - all governmental funds	\$ 1,616,884
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Amounts reported for governmental activities in the statement of net assets
are different because:

Capital assets used in governmental activities are not financial resources
and therefore not reported in the fund financial statement:

Capital assets	9,363,800	
Accumulated depreciation	<u>(3,308,966)</u>	6,054,834

Long-term liabilities are not due and payable in this current period and
therefore, are not reported in the funds:

Capitalized lease payable	(21,651)	
Bonds payable	<u>(1,765,000)</u>	<u>(1,786,651)</u>

Net assets of governmental activities	<u>\$ 5,885,067</u>
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See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - GENERAL AND DEBT SERVICE FUNDS - PRIMARY GOVERNMENT
MODIFIED CASH BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Governmental Fund Types			
	General	Debt Service	Special Revenue Keno	Total
Receipts:				
Taxes - personal property	\$ 598,020	\$ 43,089	\$ -	\$ 641,109
Taxes - sales	-	428,038	-	428,038
Special assessments	-	55,415	-	55,415
Licenses and permits	15,180	-	-	15,180
Intergovernmental	666,397	-	-	666,397
Charges for services	165,795	-	-	165,795
Miscellaneous	35,096	-	-	35,096
Total receipts	<u>1,480,488</u>	<u>526,542</u>	<u>-</u>	<u>2,007,030</u>
Disbursements:				
Current:				
General government	667,996	-	-	667,996
Public works	232,886	-	-	232,886
Public health and safety	37,819	-	-	37,819
Cultural and recreational	364,378	-	-	364,378
Debt service:				
Principal retirement	135,000	135,930	-	270,930
Interest	3,740	53,293	-	57,033
Bond handling fee	-	120	-	120
Total disbursements	<u>1,441,819</u>	<u>189,343</u>	<u>-</u>	<u>1,631,162</u>
Excess of receipts over (under) disbursements	<u>38,669</u>	<u>337,199</u>	<u>-</u>	<u>375,868</u>
Other financing sources:				
CDBG programs	280,495	-	-	280,495
Gross keno proceeds	-	-	11,375	11,375
Community Redevelopment Authority - net	54,985	-	-	54,985
Transfer from other fund	433,337	-	-	433,337
Total other financing sources	<u>768,817</u>	<u>-</u>	<u>11,375</u>	<u>780,192</u>
Other financing uses:				
CDBG programs	261,589	-	-	261,589
Keno expenditures	-	-	34,965	34,965
Capitalized outlays - net	375,453	-	-	375,453
Transfer to other fund	-	433,337	-	433,337
Total other financing uses	<u>637,042</u>	<u>433,337</u>	<u>34,965</u>	<u>1,105,344</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>170,444</u>	<u>(96,138)</u>	<u>(23,590)</u>	<u>50,716</u>
Fund balance, beginning of year	<u>1,341,011</u>	<u>105,358</u>	<u>119,799</u>	<u>1,566,168</u>
Fund balance, end of year	<u>\$ 1,511,455</u>	<u>\$ 9,220</u>	<u>\$ 96,209</u>	<u>\$ 1,616,884</u>

See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
RECONCILIATION OF STATEMENT OF RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

Net change in fund balances - total governmental funds \$ 50,716

Amounts reported for governmental activities in the statement of net activities
are different because:

Governmental funds report capital outlays as expenditures
while government activities report depreciation expense
to allocate those expenditures over the life of the assets:

Capital outlays - net	375,453	
Depreciation	<u>(291,870)</u>	83,583

Warrant and bond proceeds provide current financial resources to governmental
funds, but issuing debt increases long-term liabilities in the statement of net assets.
Repayment of warrants and bond principal is an expenditure in the governmental
funds but the repayment reduces long-term liabilities in the statement of net assets.
This is the amount by which repayment exceeded proceeds.

270,930

Change in net assets of governmental activities	<u>\$ 405,229</u>
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See the accompanying notes to the financial statements.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies

The City of Auburn is a political subdivision of the State of Nebraska located in Nemaha County. It was first incorporated in 1872 and operates under the Home Rule provisions of the Constitution of Nebraska. The City operates under the Mayor-Council form of government with the Mayor and Council Members elected on a nonpartisan basis. The City provides numerous services to citizens including public safety, public works, culture, recreation, public improvements and general administrative services.

This summary of significant accounting policies of the City of Auburn, Nebraska is presented to assist in understanding the City's financial statements. The combined financial statements and notes are representations of the City's management, which is responsible for their integrity and objectivity.

Reporting Entity

The financial statements include all funds of the City, except for the Board of Public Works. Other than for this exception, the criteria specified by the Governmental Accounting Standards Board have been applied in determining the scope of the reporting entity for financial reporting purposes. Specifically, those agencies, offices, organizations, commissions, and public authorities over which the City's elected officials exercise oversight responsibility are included in the financial statements. Manifestations of oversight responsibility are included in the financial statements. Manifestations of oversight responsibility over an entity include: 1) financial interdependency, 2) selection of governing authority, 3) designation of management, 4) ability to significantly influence operations, and 5) accountability for fiscal matters.

Related Organizations

The Auburn Board of Public Works is a related organization but is excluded from the financial reporting entity because the City's accountability does not extend beyond making appointments. An audit of the Auburn Board of Public Works will be completed for the year ending December 31, 2012 and will be filed under separate cover.

Government-Wide Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The general services that the City performs for its citizens are classified as governmental activities. The City's utilities including electric, water and sewer are classified as business-type activities.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column. The governmental and fiduciary activities are reported on a cash basis, and the business-type activity is reported on a full accrual, economic resource basis. The City's net assets are reported in three parts – invested in capital assets, net of related debt; restricted for debt services; and unrestricted net assets. The City first utilizes restricted resources to finance qualifying activities.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies - Continued

Government-Wide Financial Statements - Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the City's governmental functions and business-type activities. The net costs of each governmental function are also supported by general government revenues (property taxes, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the governmental function or business-type activity. Operating grants include operation-specific and discretionary grants while the capital grants column reflects capital-specific grants.

Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its asset, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by classification within the financial statements.

The following fund types are used by the City:

Governmental Fund Types

The focus of the governmental funds' measurement (in the fund statements) is determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than net income. The following is a description of the governmental funds of the City:

General Fund is the general operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in another fund.

Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term principal, interest and related costs.

Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the basic financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

In the government-wide financial statements, the activities are accounted for using the economic resources measurement focus and the accrual basis of accounting. On an accrual basis, revenues are recognized when earned. Expenditures are recorded when liabilities are incurred, regardless of the timing of related cash flows.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies - Continued

Measurement Focus and Basis of Accounting - Continued

In the fund financial statements, both funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, that is, when they become both measureable and available. Available means collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures are recognized in the period the liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt are reported as other financing sources in governmental funds.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the City's policy is to pay the expenditure from restricted fund balance and then from less restrictive classifications – committed, assigned and then unassigned fund balances.

Property tax revenues are recognized when susceptible to accrual. Revenues on special assessments and miscellaneous revenues are recognized as the amounts are collected. Investment earnings are recorded as earned since they are measureable and available.

Financial Statement Accounts

Cash and Certificates of Deposit

The City considers highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments in debt securities are carried at fair value and cash deposits at financial institutions are carried at cost, which reasonably estimate fair value. Income from investments held by the individual funds is recorded in the respected funds as it is earned.

Capital Assets

Government-Wide Statements

Capital assets, which include property, plant and equipment and infrastructure assets, are reported in the government-wide statements. Capital assets are defined as assets that have initial lives that extend beyond a single reporting period. Capital assets are stated at cost or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their fair values when donated.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies - Continued

Financial Statement Accounts - Continued

Capital Assets - Continued

The City maintains the following minimum capitalization thresholds for capital assets:

Building and improvements	\$	50,000
Land improvements	\$	20,000
Machinery, equipment and vehicles	\$	15,000
Infrastructure	\$	40,000

The City has elected to capitalize governmental fund type infrastructure, consisting primarily of street improvements, on a prospective basis. Consequently, the financial statements do not include infrastructure prior to October 1, 2003 with the exception of significant street projects.

Major expenditures for property and those which substantially increase useful lives, are capitalized. Maintenance, repairs and minor renewals, and capital assets purchased under the capitalization threshold, are expensed when incurred. When capital assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income. Net interest cost relating to construction is capitalized.

Depreciation has been provided using the straight-line method over estimated useful lives as follows:

Buildings	15 - 50 years
Improvements	7 - 30 years
Equipment	7 - 30 years
Vehicles	7 - 15 years
Street	30 - 40 years

Fund Financial Statements

In the fund financial statements, capital assets (arising from cash transactions) acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in proprietary fund operations are accounted for the same as in the government-wide statements.

Restricted Assets

Restricted assets include cash and certificates of deposit that are restricted as to their use. The primary restricted assets are related to revenue bonds payable and outstanding warrants payable.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies - Continued

Financial Statement Accounts - Continued

Long-Term Debt

All long-term debt arising from cash basis transactions to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements.

Long-term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures.

Net Assets/Fund Equity

The government-wide fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted and unrestricted.

- Invested in capital assets, net of related debt – This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and outstanding balance of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted net assets – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- Unrestricted net assets – This category represents net assets of the City not restricted for any project or other purpose.

Fund equity – In the governmental fund financial statements, fund balances are classified as follows:

- Nonspendable – Amounts which cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted – Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantor or state or federal laws or are imposed by law through constitutional provisions or enabling legislation.
- Committed – Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the City through ordinance or resolution approved prior to year end. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same action it employed to commit those amounts.
- Assigned – Amounts the City intends to use for specific purposes.
- Unassigned – All amounts not included in other classifications.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

1. Summary of Significant Accounting Policies - Continued

Property Tax Revenues

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1, and are payable in two installments on the following May 1 and September 1. All taxes are delinquent the September 1 following the year levied. The County bills and collects property taxes and remits them to the City monthly.

Budgets

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 10, the Mayor submits to the City Council, a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to September 20, the budget is legally enacted through the passage of an ordinance.

Total expenditures may not legally exceed total budget appropriations. Appropriations lapse at year-end and any revisions require Board approval.

Use of Estimates

The preparation of financial statements in conformity with the other comprehensive basis of accounting (OCBOA) used by the City requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

Concentration of Credit Risk

All taxes, which are collected through the Nemaha County Treasurer, are from property owners within the City. Consequently, the City's ability to collect the taxes may be affected by economic fluctuations near the City of Auburn, Nebraska. To date, such concentrations of credit risk have not had a material effect on the financial statements.

2. Cash and Certificates of Deposit

Deposit risks include:

- Custodial Credit Risk – for deposits, custodial credit risk is the risk that in the event of the failure of a bank or other counterparty, the City will not be able to recover the value of its deposits or collateral securities in the possession of a third party.
- Credit Risk – for deposits, credit risk is the risk that a bank or other counterparty defaults on its own principal and/or interest payments owed to the City
- Interest Rate Risk – for deposits, interest rate risk is the risk that the value of deposits will decrease as a result of a rise in interest rates

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

2. Cash and Certificates of Deposit - Continued

State statutes authorize the City to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidence of deposit at federally insured depository institutions approved by the City Council. The City currently invests in only certificates of deposit, which as defined by Governmental Accounting Standards Board Statement No. 3, the City has no investments as of September 30, 2012.

State law requires all funds in depositories to be fully insured or collateralized, and the City's policy is to require depositories to provide pledged securities to cover deposits in excess of FDIC limits. At September 30, 2012, the City's deposits were fully insured or collateralized.

As of September 30, 2012, the carrying amount of the City's pooled cash accounts was \$1,197,631. In addition, the City has investments in the form of certificates of deposit worth \$350,320 at September 30, 2012 at one bank. Of the total City deposits, \$500,000 was covered by federal depository insurance; \$960,000 was covered by various County, City and school district bond certificates and \$400,000 was covered by Federal Farm Credit Bank notes held in the pledging bank's trust department in the City's name in the form of joint safekeeping receipt.

3. Cash in Custody of County Treasurer

The City of Auburn, Nebraska has additional cash held for its account by the Nemaha County Treasurer. The changes in the funds held are as follows:

	<u>Fund</u>			
	<u>TIF</u>	<u>General</u>	<u>Debt Service</u>	<u>Total</u>
Balance, September 30, 2011	\$ -	\$ 52,506	\$ 3,910	\$ 56,416
Receipts:				
Tax collections				
(net of collection fee)	200,387	484,691	39,226	724,304
Interest on tax collection	-	2,932	235	3,167
Homestead exemption (net of collection fee)	-	25,718	2,068	27,786
Car line tax allocation	-	123	9	132
Motor vehicle	-	65,120	-	65,120
Pro-rate	-	1,797	145	1,942
Property tax relief	-	17,565	1,406	18,971
Total receipts	<u>200,387</u>	<u>597,946</u>	<u>43,089</u>	<u>841,422</u>
Disbursements Remitted to City	<u>(200,387)</u>	<u>(571,973)</u>	<u>(41,171)</u>	<u>(813,531)</u>
Balance, September 30, 2012	\$ -	\$ 78,479	\$ 5,828	\$ 84,307

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

4. Special Assessments Receivable

Revenue from special assessments has been deferred and is being amortized to revenue as payments are collected in the governmental activities financial statements.

Special assessments were against certain properties within the district in connection with the construction of street improvements. Special assessments bear interest at 7.00% - 8.00% per annum until delinquent and at the rate specified by law thereafter until paid. The City received \$44,678 of principal and \$11,482 of interest less net county treasurer fees of \$745 and wrote off \$14,273 on special assessments during the year. They issued \$0 in new assessments and as of September 30, 2012, the balance remaining to collect was \$292,029.

5. Capital Assets

All capital assets are carried at their original cost. A summary is presented below:

	Balance September 30, 2011	Additions	Deletions	Balance September 30, 2012
Land	\$ 407,023	\$ -	\$ -	407,023
Building and improvements	4,067,825	-	-	4,067,825
Equipment	745,373	6,117	3,970	747,520
Vehicles	804,755	29,274	-	834,029
Street	2,967,341	340,062	-	3,307,403
	8,992,317	375,453	3,970	9,363,800
Less accumulated depreciation	3,021,066	291,870	3,970	3,308,966
Capital assets, net of accumulated depreciation	<u>\$ 5,971,251</u>	<u>\$ 83,583</u>	<u>\$ -</u>	<u>\$ 6,054,834</u>

The City recorded depreciation expense of \$291,870 for the year ended September 30, 2012.

6. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on December 31, and are payable in two installments on May 1 and September 1. The County bills and collects property taxes and remits to the City monthly. Property taxes are recognized as revenues when they are received by the County Treasurer.

The tax levy for the 2011-2012 fiscal year was \$580,123 or \$.4754 per \$100 of assessed valuation. The total assessed valuation was \$122,034,294 for the 2011-2012 fiscal year.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

7. Retirement Commitments

The City provides pension benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after one anniversary year of service and after reaching age 21. Employees must also work 1,000 hours per year to be eligible to participate. Enrollment in the plan is voluntary. Participation in the plan requires that the employee contribute 4% of the employee's monthly salary. The City is required to contribute 6% of participating employee salaries. The City's contributions for each employee (and interest allocated to the employee's account) are partially vested after each year of service and fully vested after 5 years of service. The City's contribution and related interest forfeited by employees is used to reduce the City's current period contribution requirement.

The total payroll and eligible payroll for the City for the year ended September 30, 2012 was \$534,835 and \$355,862, respectively. The City's share of the contribution was \$21,352 and employees contributed \$18,142 for the year ended September 30, 2012.

8. Outstanding Warrants Payable

There were no warrants issued during the fiscal year ended September 30, 2012.

9. Bonds Payable

The 2004 general obligation various purpose bonds for \$645,000 were issued to refinance the warrants payable at September 30, 2003. The bonds were refinanced on September 1, 2009. The 2009 refunding purpose bond reissue was for \$480,000. The bonds bear interest at 2.10% - 3.75% per annum and are repayable in installments of \$45,000 - \$55,000 per year through August 1, 2019.

The 2009 general obligation various purpose bonds for \$875,000 were issued to refinance the warrants payable at June 1, 2009. The bonds bear interest at 2.25% - 4.50% per annum and are repayable in installments of \$50,000 - \$75,000 per year through June 15, 2024.

The 2010 general obligation paving bonds for \$255,000 were issued to refinance certain warrants payable at April 26, 2010. The bonds bear interest at 1.75% - 3.95% per annum and are repayable in installments of \$20,000 - \$25,000 per year through May 15, 2022.

The 2010 highway allocation fund pledge bonds for \$190,000 were issued to refinance certain warrants payable at April 26, 2010. The bonds bear interest at 1.75% - 3.75% per annum and are repayable in installments of \$15,000 - \$25,000 per year through May 15, 2020.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

9. Bonds Payable - Continued

The details of bonds payable are as follows:

	Balance September 30, 2011	Issue	Payments	Balance September 30, 2012
2009 Reissue Bonds	\$ 390,000	\$ -	\$ 40,000	\$ 350,000
2009 G.O.V.P. Bonds	780,000	-	50,000	730,000
2010 G.O.P. Bonds	240,000	-	15,000	225,000
2010 H.A.F.P. Bonds	180,000	-	10,000	170,000
2010 Refunding Bonds	<u>425,000</u>	<u>-</u>	<u>135,000</u>	<u>290,000</u>
	<u>\$ 2,015,000</u>	<u>\$ -</u>	<u>\$ 250,000</u>	<u>\$ 1,765,000</u>

Total debt service of bonds payable to maturity is as follows:

Maturities	Interest Rate	Principal	Interest	Total
2013	1.00 – 2.25	\$ 270,000	\$ 52,127	\$ 322,127
2014	1.20 – 2.65	285,000	47,846	332,846
2015	2.45 – 2.90	140,000	43,632	183,632
2016	2.80 – 3.15	145,000	39,803	184,803
2017	3.20 – 3.35	145,000	35,399	180,399
2018 - 2022	3.20 – 4.10	630,000	99,033	729,033
2023 - 2024	3.95 – 4.50	<u>150,000</u>	<u>10,050</u>	<u>160,050</u>
Total		<u>\$ 1,765,000</u>	<u>\$ 327,890</u>	<u>\$ 2,092,890</u>

For the year ending September 30, 2012, the interest paid was \$55,373, the agent fee was \$120.

10. Capitalized Lease Payable

In April, 2010, the City of Auburn entered into a capital lease with Trinity, a division of Bank of the West, to fund the purchase of a 2010 Hyundai wheel loader for \$62,725. The capitalized lease is due in three equal payments of \$22,590 through May 15, 2013. The internal interest rate is approximately 3.90% per annum.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

10. Capitalized Lease Payable - Continued

The total debt service of the note payable to maturity is as follows:

<u>Maturities</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 21,651	\$ 845	\$ 22,496

11. Lease Commitments

In August, 2007, the City entered into an annual lease agreement with Nemaha County for the rent of the police headquarters and for dispatching services, teletype fees, photo copies, supplies and other services. The City was liable to Nemaha County for minimum monthly lease payments of \$4,693 during the year ended September 30, 2012 and paid the county \$56,322. A new three-year lease was signed in August, 2012. The annual minimum rent is as follows:

2013	\$ 50,000
2014	50,000
2015	51,000
	<u>\$ 151,000</u>

12. Keno Operation

In March, 2012, the City contracted with Zelinger Keno, Inc. to operate the keno activity in Auburn, Nebraska. The operator maintains a separate self-balancing set of accounts for the keno activity in a trust-type manner. On a monthly basis, the net proceeds are transferred to the City and deposited in the City of Auburn keno account. This account has been combined with other general fund activities in the foregoing financial statements. A summary of the keno account activity for the twelve months ended September 30, 2012 is as follows.

Balance - beginning of period	\$ 119,799
Receipts:	
Interest	187
Proceeds from operator	11,188
Total receipts	<u>11,375</u>
Disbursements:	
License	100
Community betterment -	
Fire Hall	645
Theater projector	33,000
Nebraska sales tax	1,220
Total disbursements	<u>34,965</u>
Balance - end of period	<u>\$ 96,209</u>

13. Risk Management

The City is exposed to various risks of loss, including those related to torts; theft of, damage to, and destruction of assets; errors and omissions, and natural disasters. Significant losses are covered by commercial insurance. There have been no significant reductions in insurance coverage or settlement amounts exceeding insurance coverage for the current year or in the past three fiscal years.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

14. Contingencies:

Compensated Absences

The City allows its employees to accumulate vacation hours for future use or for payment upon termination, retirement or death. This accumulation is not recognized as an expenditure by the City until used or paid. The City's approximate liability for unrecognized employee vacation pay was \$32,522 at September 30, 2012.

Sick pay can only be used if the employee is sick and is not payable upon termination, retirement or death. This accumulation is not recognized as an expenditure by the City until used or paid. The City's approximate liability for unrecognized employee sick pay was \$42,693 at September 30, 2012.

Other

The City has received a demand letter from a citizen seeking relief from drainage problems caused by street and sewer construction on Whitlow Avenue. The City is presently engaged in negotiations to resolve the matter; however, no estimate as to the possible outcome and cost of this action can be made at this time. In management's opinion, the outcome of any such litigation will not materially affect the City's financial condition.

Community Development Block Grant

The City participates in a number of federally assisted programs, principal of which is the Community Development Block Grant. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for, or including the twelve months ended September 30, 2012, have not yet been conducted. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

15. Loan Agreement with Nebraska Department of Economic Development

On August 23, 1993, the City signed a promissory note with the Nebraska Department of Economic Development for a \$400,000 Community Development Block Grant. The City then loaned these funds to a business located in Auburn. The City's liability for repayment of this note is limited to the principal amounts the City receives as repayment from the local business, if the repayments are not reinvested in a like grant project. During the current year, \$2,000 of principal was paid back and \$22 of interest earned and \$0 was reloaned out to another business and \$3,416 was expended for fees. At September 30, 2012, the City had \$18,333 in its C.D.B.G. reuse account. In 2005, the City loaned \$49,583 of the reuse funds to the Auburn Development Committee, Inc. to purchase business lots. The loan was paid back in April, 2012 for \$14,957, when the business lots were auctioned off, and the funds put back into the reuse account.

CITY OF AUBURN, NEBRASKA
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
SEPTEMBER 30, 2012

16. Community Redevelopment Authority

The City has entered into several Tax Incremental Financing projects through its Community Redevelopment Authority. The City combined its redevelopment plan for a blighted area known as Auburn #1 and SE Property Area into the Bucket TIF. Within this area the City is collecting incremental taxes that can be used on façade restorations, street improvements, alley resurfacing, parking areas and other exterior infrastructure improvements. During the year, the City collected tax receipts of \$129,010 and interest of \$337. Total expenditures were \$31,784, consisting of \$19,280 for project cost, \$6,790 for legal fees, \$18 for publishing costs and \$5,696 for loan payments. The balance in the project is \$297,091 at September 30, 2012. The City has a second redevelopment plan known as NW Sewer Area, which has been expanded to cover the same area as the Bucket TIF. Initially, the plan was to be used to acquire necessary easements and construct and install a sanitary sewer main through the development area, together with related and ancillary improvements. The City has collected no tax receipts and earned interest of \$117. Total expenditures were \$47,810 consisting of \$46,540 for project costs, \$1,236 for legal fees and \$34 for publishing costs. The balance in the project is \$63,702 at September 30, 2012.

The other type is a Tax Allocation Borrower/ Lender Plan used to finance commercial ventures whereby the City borrows funds from a bank and then reloans these funds to the entity. The loan repayments are set on a 15-year term with a fixed interest rate. The County Treasurer collects the TIF taxes, remits the same to the City, and the City in turn makes the loan payment directly to the bank for the entity. The City currently has six TIF Redevelopment Projects in process with five entities. Each TIF Redevelopment Project is approved by the City Council on a separate resolution. To date the City has borrowed \$854,706 and reloaned \$790,816 of these funds. During the year \$72,441 was collected through TIF taxes and earned \$133 in interest. Total expenditures of \$66,873 were paid on loans to the bank. The balance in these projects is \$90,759 at September 30, 2012.

17. Commitments

The City, in the normal course of business, has one potential claim. The outcome of such litigation is not expected to have a material effect on the City's financial position or results of operations.

18. Subsequent Events

The City evaluated subsequent events after the balance sheet date of September 30, 2012 through October 24, 2012, which was the date the financial statements were issued. The City has concluded there are no subsequent events, which have occurred from September 30, 2012 through October 24, 2012, which require additional disclosure.

19. Loan Agreement with Nebraska Department of Environmental Quality

On April 13, 2009, the City adopted a loan resolution authorizing and providing for the incurrence of indebtedness for the purpose of providing portions of the cost of repairing and improving the Board of Public Works' Water Supply System. A loan, dated July 13, 2009, between the City and the Nebraska Department of Environmental Quality (NDEQ) was designated as Project No. D311499. The City further resolved that the Board of Public Works be authorized and directed to sign all necessary documents to furnish such assurances to the State of Nebraska as may be required by law or regulations and to receive all payments. As the asset is shown as being part of the Board of Public Works, all debt activity is also shown as being part of the Board of Public Works. The outstanding loan advance was \$5,756,653 at September 30, 2010.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF AUBURN, NEBRASKA
COMBINED STATEMENTS OF RECEIPTS AND DISBURSEMENTS
- BUDGET AND ACTUAL -
GENERAL, DEBT SERVICE AND SPECIAL REVENUE FUNDS - PRIMARY GOVERNMENT
BUDGETARY BASIS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Original/ Final Budget	Actual	Variance with Budget Favorable/ (Unfavorable)
Receipts:			
Taxes - personal property	\$ 645,080	\$ 641,109	\$ (3,971)
Taxes - sales	390,000	428,038	38,038
Special assessments collected	60,000	55,415	(4,585)
Licenses and permits	18,000	15,180	(2,820)
Intergovernmental	654,062	666,397	12,335
Charges for services	129,600	165,795	36,195
Miscellaneous	23,300	35,096	11,796
Total receipts	<u>1,920,042</u>	<u>2,007,030</u>	<u>86,988</u>
Disbursements:			
Current:			
General government	694,073	667,996	26,077
Public works	263,482	232,886	30,596
Public health and safety	39,911	37,819	2,092
Cultural and recreational	334,869	364,378	(29,509)
Debt service:			
Principal retirement	270,898	270,930	(32)
Interest	57,065	57,033	32
Bond handling and issuance fee	1,200	120	1,080
Total disbursements	<u>1,661,498</u>	<u>1,631,162</u>	<u>30,336</u>
Excess of receipts over (under) disbursements	<u>258,544</u>	<u>375,868</u>	<u>117,324</u>
Other financing sources:			
CDBG programs	383,000	265,538	(117,462)
CDBG - other	-	14,957	14,957
Community Redevelopment Authority - net	-	54,985	54,985
Gross keno proceeds	15,000	11,375	(3,625)
Total other financing sources (uses)	<u>398,000</u>	<u>346,855</u>	<u>(51,145)</u>
Other financing uses:			
CDBG programs	400,000	261,589	138,411
Fire grants	20,000	-	20,000
Keno expenditures	121,500	34,965	86,535
Capitalized outlays	450,000	375,453	74,547
Total other financing uses	<u>991,500</u>	<u>672,007</u>	<u>319,493</u>
Excess (deficiency) of receipts and other financing sources over (under) disbursements and other financing uses	<u>\$ (334,956)</u>	<u>\$ 50,716</u>	<u>\$ 385,672</u>

CITY OF AUBURN, NEBRASKA
SUMMARY OF REVENUES RECEIVED - MODIFIED CASH BASIS
GENERAL AND DEBT SERVICE FUNDS
SEPTEMBER 30, 2012
(SUPPLEMENTARY DATA)

	Governmental Fund Types		Totals
	General	Debt Service	
Taxes:			
General property and other taxes	\$ 567,449	\$ 40,632	\$ 608,081
Interest on tax collections	2,932	235	3,167
Sales tax	-	428,038	428,038
Homestead exemption allocation	25,718	2,068	27,786
Car line tax	123	10	133
Motor vehicle pro-rate tax allocation	1,798	144	1,942
Total taxes	598,020	471,127	1,069,147
Special assessments collected	-	55,415	55,415
Licenses and permits	15,180	-	15,180
Intergovernmental:			
Auburn Board of Public Works	114,077	-	114,077
Highway incentive payments	4,000	-	4,000
State revenue sharing:			
Highway allocation	302,723	-	302,723
Motor vehicle fee	26,655	-	26,655
Equalization	181,892	-	181,892
State aid	1,121	-	1,121
Nemaha Cty MFO	11,861	-	11,861
Federal and state grants	20,735	-	20,735
State license and fines	3,333	-	3,333
Total intergovernmental	666,397	-	666,397
Charges for services:			
Recreation Committee	45,253	-	45,253
Pool receipts	46,420	-	46,420
Lessons	6,250	-	6,250
Franchise fees	67,872	-	67,872
Total charges for services	165,795	-	165,795
Miscellaneous:			
Investment income	3,727	-	3,727
Other	31,369	-	31,369
Total miscellaneous	35,096	-	35,096
Total	\$ 1,480,488	\$ 526,542	\$ 2,007,030

CITY OF AUBURN, NEBRASKA
SUMMARY OF EXPENDITURES PAID - MODIFIED CASH BASIS -
GENERAL FUND
SEPTEMBER 30, 2012
(SUPPLEMENTARY DATA)

	<u>General Government</u>	<u>Cultural and Recreational</u>	<u>Public Health and Safety</u>	<u>Public Works</u>	<u>Total</u>
Salaries/Personal services	\$ 319,592	\$ 120,260	\$ 5,246	\$ 110,829	\$ 555,927
Employee benefits	107,774	23,664	3,519	38,322	173,279
Utilities	10,394	48,203	6,860	8,531	73,988
Repairs and maintenance	14,005	48,683	10,989	16,194	89,871
Meeting expense	6,659	88	1,315	-	8,062
Insurance	11,380	11,182	5,636	7,288	35,486
Recreation expenses	-	53,907	-	-	53,907
Audit and consultation	75,134	-	-	-	75,134
Memberships and schools	7,595	467	1,461	-	9,523
Office supplies and services	5,633	-	-	107	5,740
Custodial services	-	10,538	-	4,814	15,352
Miscellaneous	849	1,280	-	72	2,201
Gas, oil and tires	-	-	-	18,266	18,266
Supplies	20,243	29,564	1,743	15,906	67,456
Books	-	13,824	-	-	13,824
Radio dispatchers	56,322	-	-	-	56,322
Grant expenditures	27,008	-	-	-	27,008
Economic development	2,000	-	-	-	2,000
Trees and care	2,857	-	-	-	2,857
Land rent	-	-	-	6,000	6,000
Sales tax remitted	-	2,718	-	-	2,718
Fire chief expenses	-	-	1,050	-	1,050
Capital outlay - noncapitalized	<u>551</u>	<u>-</u>	<u>-</u>	<u>6,557</u>	<u>7,108</u>
Totals	<u>\$ 667,996</u>	<u>\$ 364,378</u>	<u>\$ 37,819</u>	<u>\$ 232,886</u>	<u>\$ 1,303,079</u>

CITY OF AUBURN, NEBRASKA
SUMMARY OF EXPENDITURES PAID - MODIFIED CASH BASIS -
GENERAL GOVERNMENT FUND
SEPTEMBER 30, 2012
(SUPPLEMENTARY DATA)

	<u>General Fund</u>	<u>Police</u>	<u>Total</u>
Salaries/Personal services	\$ 112,265	\$ 207,327	\$ 319,592
Employee benefits	33,785	73,989	107,774
Utilities	8,852	1,542	10,394
Repairs and maintenance	7,926	6,079	14,005
Meeting expense	3,889	2,770	6,659
Insurance	7,037	4,343	11,380
Audit and consultation	69,165	5,969	75,134
Memberships and schools	7,483	112	7,595
Office supplies and services	5,633	-	5,633
Miscellaneous	658	191	849
Tree program expense	2,857	-	2,857
Supplies	-	20,243	20,243
Radio dispatchers	-	56,322	56,322
Grant expenditures	27,008	-	27,008
Economic development	2,000	-	2,000
Capital outlay - noncapitalized	-	551	551
	<u> </u>	<u> </u>	<u> </u>
Totals	<u>\$ 288,558</u>	<u>\$ 379,438</u>	<u>\$ 667,996</u>

CITY OF AUBURN, NEBRASKA
SUMMARY OF EXPENDITURES PAID - MODIFIED CASH BASIS -
CULTURAL AND RECREATIONAL - PART OF GENERAL FUND
SEPTEMBER 30, 2012
(SUPPLEMENTARY DATA)

	<u>Parks</u>	<u>Recreation Committee</u>	<u>Swimming Pool</u>
Salaries/Personal services	\$ 11,878	\$ -	\$ 46,690
Employee benefits	1,917	-	6,358
Utilities	19,812	-	13,389
Repairs and maintenance	18,149	-	17,629
Meeting expenses	-	-	-
Insurance	3,122	-	2,036
Recreation expenses	-	53,907	-
Custodial services	-	-	955
Memberships and schools	-	-	-
Miscellaneous	820	-	201
Supplies	7,161	-	9,011
Books	-	-	-
Sales tax remitted	-	-	2,718
	<hr/>	<hr/>	<hr/>
Totals	<u>\$ 62,859</u>	<u>\$ 53,907</u>	<u>\$ 98,987</u>

Library	Senior Citizen	Total
\$ 61,692	\$ -	\$ 120,260
15,389	-	23,664
6,773	8,229	48,203
9,646	3,259	48,683
88	-	88
3,239	2,785	11,182
-	-	53,907
6,864	2,719	10,538
467	-	467
116	143	1,280
4,392	9,000	29,564
13,824	-	13,824
-	-	2,718
<u>\$ 122,490</u>	<u>\$ 26,135</u>	<u>\$ 364,378</u>

CITY OF AUBURN, NEBRASKA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2012
(SUPPLEMENTARY DATA)

<u>Program</u>	<u>Federal CFDA #</u>	<u>Program</u>	
		<u>Receipts</u>	<u>Expenditures</u>
Department of Housing and Economic Development: Community Development Block Grants:			
	#91-ED-006: Reuse	\$ 16,957	\$ -
	#91-HD-006: Reuse	8,361	-
	#10-DTR-005	218,524	-
	#09-HO-6047	36,653	-
		<u>280,495</u>	<u>-</u>
Administration		-	29,050
Project expenses		-	230,540
Reuse miscellaneous expense		-	1,999
		<u>\$ 280,495</u>	<u>\$ 261,589</u>